

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 563 – SB 1077

March 2, 2016

SUMMARY OF ORIGINAL BILL: Deletes an obsolete reference to the Division of Juvenile Probation in relation to programs for juveniles throughout Tennessee Code Annotated.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (012942): Deletes all language after the enacting clause. Requires the Department of Children's Services (DCS) to keep a copy of any document, email, or record created or received in relation to the child's case, whether created or received in digital format or otherwise, in the child's case file.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures - \$437,100

Increase Federal Expenditures - \$239,400

Assumptions for the bill as amended:

- Based on information provided by DCS, all documentation related to a child's case is not currently contained in the child's case file. The provisions of the bill will significantly increase the department's administrative workload and will require additional resources in each regional office and each youth development center (YDC).
- The department will hire 12 regional clerk positions (one for each regional office) and 3 YDC clerk positions (one for each YDC).
- The 12 regional clerk positions will result in a recurring increase in expenditures of \$541,200 [(\$22,300 salaries + \$10,300 benefits + \$12,500 other costs) x 12 positions].
- These expenditures will be funded through a combination of DCS state funds (40%), TennCare funds (45%), and Title IV-E federal funds (15%).
- The recurring increase in expenditures of \$541,200 will be compiled of \$301,760 state and \$239,440 federal as follows:

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- \$216,480 in DCS state funds ($\$541,200 \times 0.40$)
 - \$85,280 in TennCare state funds [$(\$541,200 \times 0.45) \times 0.35017$]
 - \$158,260 in TennCare federal funds [$(\$541,200 \times 0.45) \times 0.64983$]
 - \$81,180 in Title IV-E federal funds ($\$541,200 \times 0.15$).
- The three YDC clerk positions will result in a recurring increase in expenditures of \$135,300 [$(\$22,300 \text{ salaries} + \$10,300 \text{ benefits} + \$12,500 \text{ other costs}) \times 3 \text{ positions}$]. All of these expenditures will be state funded.
- The total recurring increase in state expenditures is estimated to be \$437,060 ($\$216,480 + \$85,280 + \$135,300$).
- The total recurring increase in federal expenditures is estimated to be \$239,440 ($\$158,260 + \$81,180$).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

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